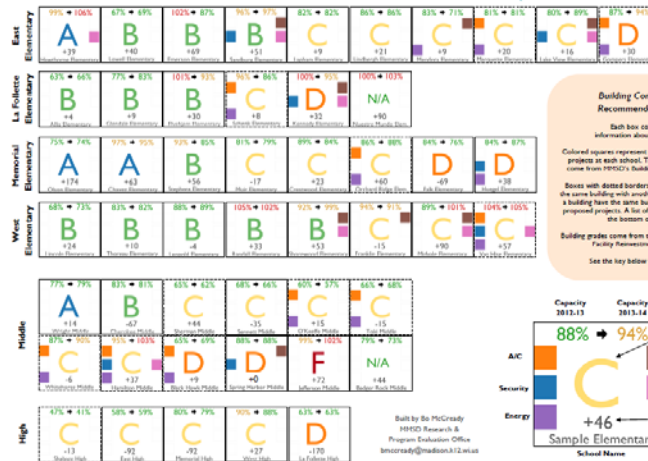




Facility Planning Update July 21, 2014

MADISON METROPOLITAN SCHOOL DISTRICT



Building Condition and Recommended Projects

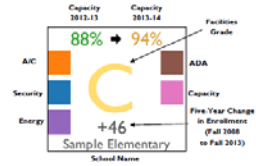
Each box contains key information about each building.

Colored squares represent the category of proposed projects at each school. These proposed projects come from HPSDC's Building Services Department.

Schools with dotted borders indicate schools sharing the same building with another school. Schools sharing a building have the same building grade and the same proposed projects. A list of these schools appears at the bottom of this page.

Building grades come from the Fall 2013 report of the Facility Assessment Committee.

See the key below for more details.



Shared Buildings	Sherman-Shabazz Marquette-O'Connell	Gompers-Edith Marsh Schock-Whitcomb	Orchard Ridge-Tate Van Hise-Hamilton
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Goals For This Meeting

Review Planning Assumptions

Examine Financial Position

Facility Planning and the 2014-15 Budget

Board Discussion and Next Steps





Planning Assumptions

The facility needs in this proposal are not new and are well known

There is a strong desire for short term solutions while developing a long term strategy

The need to act with urgency is generally understood and agreed upon

Action beyond 'forming a study committee ' is needed and welcomed

The short-term solutions should be practical and maintenance related



Planning Assumptions

The community is supportive and would respond to the right proposal

The financial impact should be reasonable, not a major strategic investment

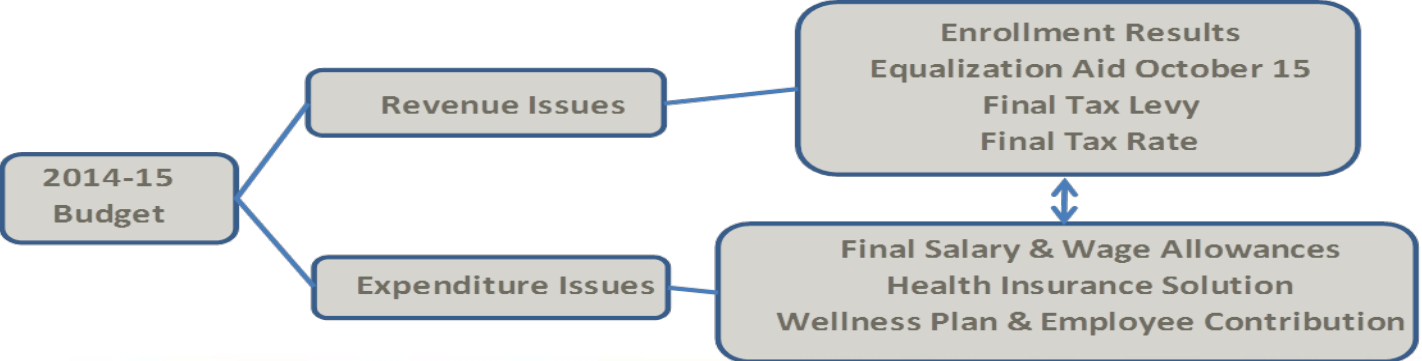
November 2014 provides a timely opportunity for community support

A major vote campaign would not be necessary for a proposal of this kind

The values driving the proposal align with the Framework



Facility Planning & 2014-15 Budget





Planning Assumptions

A Bridge From Urgent Issues to Long-term Issues

Relieve Crowding at Five Elementary Schools:

Sandburg

Hawthorne

Kennedy

Van Hise / Hamilton

Midvale

Improve Accessibility at Ten Schools:

Franklin

Spring Harbor

Kennedy

Midvale

Lakeview

Lowell

Mendota

Randall

Shorewood

Allis

Renovate Two Elementary Schools:

Mendota

Huegel

Financial Position

Data for Year Ended June 30, 2013			
Debt Comparison Based on Debt vs. Tax Base:			
Dane County School District	Total L-T Bond Debt	Tax Base	Debt/Tax Base %
Sun Prairie	161,224,953	3,706,395,559	4.35%
Monona Grove	54,544,393	1,933,694,497	2.82%
Waunakee	52,120,000	2,136,777,388	2.44%
Mt. Horeb	20,145,000	1,243,040,879	1.62%
Middleton	92,009,672	5,859,725,145	1.57%
McFarland	11,670,000	1,119,292,594	1.04%
Deforest	17,480,000	1,899,658,989	0.92%
Stoughton	16,020,000	1,872,556,941	0.86%
Verona	27,435,000	3,216,753,831	0.85%
Oregon	15,920,000	1,875,417,300	0.85%
Madison	68,480,000	22,339,239,562	0.31%
Milwaukee	340,095,227	26,076,792,800	1.30%
Statewide Totals	4,508,679,291	497,930,813,717	0.91%



Financial Position

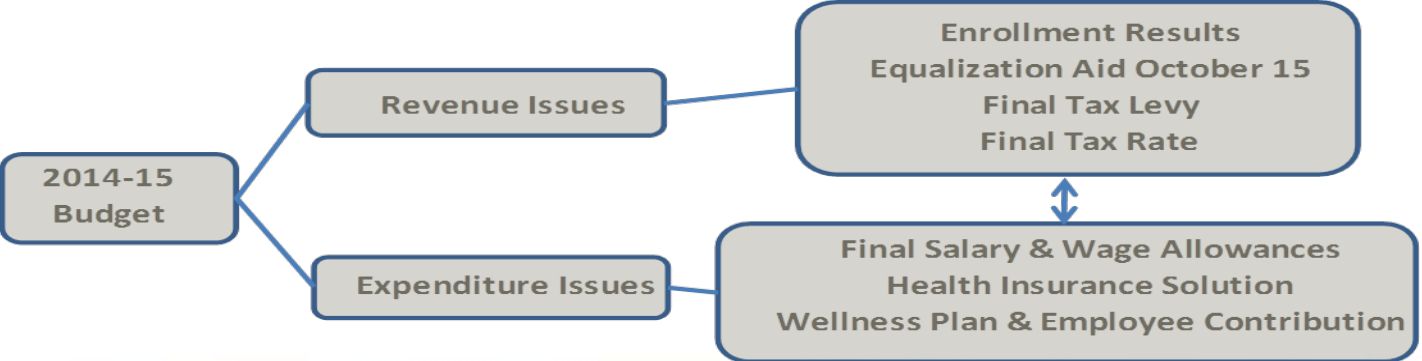
Debt Comparison Based on Debt vs. Enrollment:			
Dane County School District	Total L-T Bond Debt	Enrollment	Debt/Enrollment
Sun Prairie	161,224,953	7,373	21,866.94
Monona Grove	54,544,393	3,152	17,304.69
Middleton	92,009,672	6,614	13,911.35
Waunakee	52,120,000	3,943	13,218.36
Mt. Horeb	20,145,000	2,370	8,500.00
Verona	27,435,000	5,316	5,160.84
Deforest	17,480,000	3,484	5,017.22
Stoughton	16,020,000	3,290	4,869.30
Oregon	15,920,000	3,736	4,261.24
McFarland	11,670,000	4,293	2,718.38
Madison	68,480,000	27,112	2,525.82
Milwaukee	340,095,227	78,363	4,340.00
Statewide Totals	4,508,679,291	872,436	5,167.92

Total Full Value (\$000):

greater than 22,000,000

	Financial Data : Debt Statistics					
	Current Senior Most Rating*	State	City Rating	Direct Net Debt as % of Full Value	Debt Burden (Overall Net Debt as % Full Value)	Debt Service as % of Operating Expenditures
Madison Metropolitan School District, WI	Aaa	WI	Aaa	0.3	2.5	1.9
Alpine School District, UT	Aa1	UT		1.7	2.2	12.1
Beverly Hills Unified School District (Los Angeles County), CA	Aa1	CA		0.8	2.9	17.3
Twp High School District 211 (Cook County), IL	Aa1	IL		0.1	4.4	3.7
Acalanes Union High School District (Contra Costa County), CA	Aa1	CA		0.9	2.4	12.9
San Mateo-Foster City Elementary School District (San Mateo County), CA	Aa1	CA		0.8	1.9	9.8
Aspen School District 1 (Pitkin County), CO	Aa1	CO		0.3	0.7	26.1
Palo Alto Unified School District (Santa Clara County), CA	Aa1	CA		1.2	2.9	7.2
Township High School District 214 (Cook County), IL	Aa1	IL		0.3	3.7	3.1
Fort Worth Independent School District, TX	Aa1	TX	Aa1	2.4	3.8	11.4
North East Independent School District, TX	Aa1	TX		4.5	8.5	18.9
Cupertino Union Elementary School District (Santa Clara County), CA	Aa1	CA		0.6	2.2	6
Granite School District, UT	Aa1	UT		0.6	1	3.8
Mountain View-Los Altos Union School District (Santa Clara County), CA	Aa1	CA		0.2	2.1	8
Northside Independent School District (Bexar County), TX	Aa1	TX		5.2	9.1	14.5
Minneapolis Special School District 1, MN	Aa1	MN	Aa1	1.2	N/A	11.2
San Ramon Valley Unified School District (Contra Costa County), CA	Aa1	CA		1	1.8	6.2
Cherry Creek School District 5 (Arapahoe County), CO	Aa1	CO		1.6	3.4	10.3
Greenville County School District, SC	Aa1	SC	Aa1	2.6	3.2	19
Santa Monica-Malibu Unified School District (Los Angeles County), CA	Aa1	CA		0.8	2.1	11.1
Boulder Valley School District RE-2 (Boulder County), CO	Aa1	CO		0.9	1.5	9.5
Douglas County School District RE 1 (Douglas County), CO	Aa1	CO		1.3	3.8	13
Scottsdale Unified School District #48 (Maricopa County), AZ	Aa1	AZ		0.8	1.7	19.8
Albuquerque Public School District, NM	Aa1	NM	Aa1	1.2	2.5	8.7
Beaufort County School District, SC	Aa1	SC		0.8	0.8	19.5
Fremont Union High School District (Santa Clara County), CA	Aa1	CA		0.6	2.9	14.6
Newport-Mesa Unified School District (Orange County), CA	Aa1	CA		0.5	1.7	4.2
San Mateo Union High School District (San Mateo County), CA	Aa1	CA		0.9	2.5	14.9
Sequoia Union High School District (San Mateo County), CA	Aa1	CA		0.6	1.6	16.1
Fulton County School District, GA	Aa1	GA		0.2	1.2	2.7
Dallas Independent School District, TX	Aa1	TX	Aa1	3.3	5.8	15.6
Seattle School District 1 (King County), WA	Aa1	WA	Aaa	0.1	1.5	13.5

Facility Planning & 2014-15 Budget



Planning Considerations

MMSD Levy & Rate Update	Final 2013-14	Preliminary 2014-15	%	Revised 7/1/14 2014-15	%	10/15/2014 2014-15 Final
Estimated Tax Levy	257,727,292	262,870,355	2.0%	267,692,056	3.87%	TBD
Estimated Tax Base	21,724,503,632	21,724,503,632	0.0%	22,484,861,259	3.50%	TBD
Est. Eqlz. Rate per \$1000	\$ 11.86	\$ 12.10	2.0%	\$ 11.91	0.35%	TBD
Impact on Avg. Home	\$78	\$58		\$12		TBD



2014-15 Budget Update

July 1 Equalization Aid estimate was \$4.8 million less than budget. Before any cost cutting, the November 2014 tax levy estimate would change from a 1.99% increase to a 3.86% increase.

However, the November 2014 tax base estimate has also changed from a 0.0% increase to a 3.5% increase. This was based on the City of Madison assessed data released in April 2014

The tax rate, which estimates the tax impact on the average value home, was presented in the Budget Proposal as increasing from \$11.86 (per \$1,000) to \$12.11 (per \$1,000) or an estimated \$57.88 increase on the property tax bill of an average value home.

The tax rate estimate has been revised to \$11.91 (per \$1,000), or an estimated \$11.55 increase on the property tax bill of an average value home.



2014-15 Budget Update

The average year-over-year % change in the MMSD tax levy has been a 3.2% increase over the last 8 years.

In the past 5 years, MMSD under-levied (relative to Revenue Limit Authority) by \$32 million, plus an additional \$4.0 million projected for 2014-15.

The joint insurance committee is negotiating with our health providers to lower plan costs which, if successful, along with lower than expected WRS costs, will rebalance the budget.



Planning Considerations

What is the Board's Overall Comfort Level with the Facilities Proposal?

What are the Board's Overall Concerns with the Facilities Proposal?

What is the Best Timing Option?

What would be the Best Approach to Community Engagement?